

# ABSTRACT

5 The present invention relates to novel modalities  
of treatment of diabetes, and other diseases caused by  
dysfunctional signal transduction by insulin receptor  
type tyrosine kinases (IR-PTK). Applicants discovered  
that IR-PTK activity may be modified by modulating the  
activity of a tyrosine phosphatase, and IR-PTK signal  
10 transduction may be triggered even in the absence of  
ligand. Methods for identifying compounds that, by  
modulating RPTP $\alpha$  or RPTP $\epsilon$  activity, elicit or modulate  
insulin receptor signal transduction are also de-  
scribed.

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